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FOR IMMEDIATE RELEASE**

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**FORMER CHIEF FINANCIAL OFFICER OF BALTIMORE TECHNOLOGY
FIRM SENTENCED FOR INVESTMENT FRAUD**

BALTIMORE, Maryland - Thomas M. DiBiagio, United States Attorney for the District of Maryland, announced that today United States District Judge Frederick J. Motz sentenced Thomas Bray, age 49, of Kingsville, Maryland, the former chief financial officer of the now-defunct Network Technologies Group, Inc., to 12 months in prison followed by 3 years of supervised release for defrauding a local bank and two investment companies by falsifying the company's financial statements. Judge Motz also ordered Bray to pay a total of \$980,000 in restitution to the Abell Foundation, Smith Whiley Company of Connecticut and Mercantile - Safe Deposit and Trust.

NTG, which maintained its offices in south Baltimore, provided services to the technology industry in the region, such as laying fiber optic cable. The company closed in July, 2002.

According to a statement of facts presented to the court as part of his guilty plea entered on December 1, 2003, Bray and other company executives engaged in a scheme to defraud Mercantile-Safe Deposit and Trust, the Smith Whiley Company of Connecticut, and the Abell Foundation, a Baltimore nonprofit corporation, by intentionally failing to record all of the company expenses to

give the appearance that the company was more profitable than it actually was. In addition, the company's account receivables were falsified by diverting payments, failing to reduce the receivables and by creating fictitious receivables as well. The false financial information skewed the company's financial statement by more than \$2 million, and was used to solicit investments of \$1.75 million in NTG made by Smith Whiley and the Abell Foundation in the spring of 2002. The false financial information was also used to deceive Mercantile, which provided a line of credit to the company secured by the company's receivables.

Three other former executives of NTG were also charged in the case and two, Michele Tobin, the former chief executive officer, and Beverly Baker, the former comptroller, have previously pled guilty and were sentenced to 108 months and 24 months in prison, respectively. Charges against the third executive, Victor Giordani, Jr., the former chief operations officer, were dismissed at the government's request this past October.

The criminal charges are the result of a joint investigation by the Baltimore office of the Federal Bureau of Investigation and the United States Attorney's Office. The case is being prosecuted by Assistant U.S. Attorneys Kathleen O. Gavin and Michael J. Leotta.